## Northern District of California

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

UNITED STATES DISTRICT COURT
NORTHERN DISTRICT OF CALIFORNIA
SAN JOSE DIVISION

LINCOLN JONES, et al.,

Plaintiffs,

v.

TRAVELERS CASUALTY INSURANCE COMPANY OF AMERICA,

Defendant.

Case No.:13-CV-02390-LHK

ORDER DENYING MOTIONS TO SEAL

Re: Dkt. Nos. 134, 139

Before the court are two administrative motions to seal expert reports filed in conjunction with Plaintiff's motion to strike. See ECF Nos. 134 & 139.

"Historically, courts have recognized a 'general right to inspect and copy public records and documents, including judicial records and documents." Kamakana v. City & Cnty. of Honolulu, 447 F.3d 1172, 1178 (9th Cir. 2006) (quoting Nixon v. Warner Comme'ns, Inc., 435 U.S. 589, 597 & n.7 (1978)). Accordingly, when considering a sealing request, "a strong presumption in favor of access is the starting point." *Id.* (internal quotation marks omitted).

Parties seeking to seal judicial records relating to dispositive motions bear the burden of overcoming this presumption with "compelling reasons supported by specific factual findings" that outweigh the general history of access and the public policies favoring disclosure.

28 Case No.: 13-CV-02390-LHK

Northern District of California

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

<i>Kamakana</i> , 447 F.3d at 1178-79. Compelling reasons justifying the sealing of court records
generally exist "when such 'court files might have become a vehicle for improper purposes,' such
as the use of records to gratify private spite, promote public scandal, circulate libelous statements,
or release trade secrets." <i>Id.</i> at 1179 (quoting <i>Nixon</i> , 435 U.S. at 598).

Meanwhile, records attached to nondispositive motions are not subject to the strong presumption of access. See Kamakana, 447 F.3d at 1179. Because the documents attached to nondispositive motions "are often unrelated, or only tangentially related, to the underlying cause of action," parties moving to seal must meet the lower "good cause" standard of Rule 26(c) of the Federal Rules of Civil Procedure. *Id.* at 1179-80 (internal quotation marks omitted). The "good cause" standard requires a "particularized showing" that "specific prejudice or harm will result" if the information is disclosed. Phillips ex rel. Estates of Byrd v. Gen. Motors Corp., 307 F.3d 1206, 1210-11 (9th Cir. 2002) (internal quotation marks omitted); see Fed. R. Civ. P. 26(c). "Broad allegations of harm, unsubstantiated by specific examples of articulated reasoning" will not suffice. Beckman Indus., Inc. v. Int'l Ins. Co., 966 F.2d 470, 476 (9th Cir. 1992). In general, motions to strike are treated as non-dispositive. ASUS Computer Int'l v. Round Rock Research, LLC, No. 12-CV-02099 JST (NC), 2014 WL 2810193, at \*2 (N.D. Cal. June 20, 2014) (citing Guzik Technical Enters, Inc. v. W. Digital Corp., 2013 WL 6070414 (N.D. Cal. Nov. 18, 2013)).

Pursuant to Rule 26(c), a trial court has broad discretion to permit sealing of court documents for, *inter alia*, the protection of "a trade secret or other confidential research, development, or commercial information." Fed. R. Civ. P. 26(c)(1)(G). The Ninth Circuit has adopted the definition of "trade secrets" set forth in the Restatement of Torts, holding that "[a] trade secret may consist of any formula, pattern, device or compilation of information which is used in one's business, and which gives him an opportunity to obtain an advantage over competitors who do not know or use it." Clark v. Bunker, 453 F.2d 1006, 1009 (9th Cir. 1972) (quoting Restatement (First) of Torts § 757 cmt. b). "Generally [a trade secret] relates to the production of goods. . . . It may, however, relate to the sale of goods or to other operations in the

27

28

Case No.: 13-CV-02390-LHK

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

business. . . . " Id. (ellipses in original). In addition, the Supreme Court has recognized that sealing may be justified to prevent judicial documents from being used "as sources of business information that might harm a litigant's competitive standing." Nixon, 435 U.S. at 598.

In addition, parties moving to seal documents must comply with the procedures established by Civil Local Rule 79-5. Pursuant to that rule, a sealing order is appropriate only upon a request that establishes the document is "sealable," or "privileged or protectable as a trade secret or otherwise entitled to protection under the law." Civ. L. R. 79-5(b). "The request must be narrowly tailored to seek sealing only of sealable material, and must conform with Civil L.R. 79-5(d)." *Id.* Civil Local Rule 79-5(d), moreover, requires the submitting party to attach a "proposed order that is narrowly tailored to seal only the sealable material" and that "lists in table format each document or portion thereof that is sought to be sealed," as well as an "unredacted version of the document" that "indicate[s], by highlighting or other clear method, the portions of the document that have been omitted from the redacted version." Id. R. 79-5(d)(1). "Within 4 days of the filing of the Administrative Motion to File Under Seal, the Designating Party must file a declaration as required by subsection 79-5(d)(1)(A) establishing that all of the designated material is sealable." *Id.* R. 79-5(e)(1).

With these standards in mind, the Court rules on the instant motions as follows:

Motion	ECF No.	<u>Document</u>	Ruling		
134	134-3	Expert Reports of Joel Chansky,	DENIED without prejudice. The request		
		John Costigan, and Scott	to seal is overbroad because it seeks to		
		Harrington	seal non-sealable material, including		
			material disclosed in the motion to		
			strike. See, e.g., ECF No. 133, at 7:20-		
			:25. The designating party may submit a		
			renewed request to seal that is narrowly		
			tailored to seek sealing only of material		
			that is sealable. See Civil L. R. 79-5(b).		
139	139-3	Exhibit D to Frankel	DENIED without prejudice. The request		
		Declaration in Support of	to seal is overbroad because it seeks to		
		Opposition to Motion to Strike	seal non-sealable material, including		
			material disclosed in the motion to		
3					

Case No.: 13-CV-02390-LHK

## 

1 2 3	renewed request to seal that is tailored to seek sealing only of	y submit a narrowly f material
4		
5		
6	IT IS SO ORDERED.	
7	,	
8	Dated: February 5, 2015  Lucy H. Koh	
9	LUCY H. KOH	
10	United States District Judge	
11		
12		
13		
14		
15		
16 17		
18		
19		
20		
21		
22		
23		
24		
25		
2.5		

27

28

26

United States District Court Northern District of California

Case No.: 13-CV-02390-LHK